

SENATE BILL 876

By Henry

AN ACT to amend Tennessee Code Annotated, Title 49,
relative to maintenance of effort requirements.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 49-2-203(a)(10), is amended by adding the following as a new subdivision:

(D) Notwithstanding subdivision (a)(10)(A)(ii), an LEA, in which the local contribution under the BEP is more than fifty percent (50%) of the combined state and local funding required by the BEP based on the local jurisdiction's ability to generate local revenues as determined pursuant to § 49-3-356, shall not be required to maintain effort with respect to the nonclassroom components of the BEP. All other maintenance of effort requirements, including maintenance of effort requirements with respect to the classroom and instructional positions components, shall apply in such LEA.

SECTION 2. Tennessee Code Annotated, Section 49-3-314(c)(1), is amended by designating the existing language as subdivision (A) and by adding the following language as new subdivision (B):

(B) Notwithstanding subdivision (c)(1)(A), an LEA, in which the local contribution under the BEP is more than fifty percent (50%) of the combined state and local funding required by the BEP based on the local jurisdiction's ability to generate local revenues as determined pursuant to § 49-3-356, shall not be required to maintain effort with respect to the nonclassroom components of the BEP. All other maintenance of effort requirements, including maintenance of effort requirements with respect to the classroom and instructional positions components, shall apply in such LEA.

SECTION 3. This act shall take effect January 1, 2014, the public welfare requiring it, and shall apply to funding for the 2014-2015 academic year.